

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

January 24, 2011

Teri Wall 133 Peachtree Street NE (30303-1847) P.O. Box 105605 Atlanta, Georgia 30348-5605

Subject:

Concurrence with Release of Reclamation Surety, Georgia-Pacific Corporation, Eagle

Canyon and Georgia Pacific Mines, M/015/050 and M/041/0009, Emery and Sevier

Counties, Utah

Dear Mr. or Ms. Wall:

The Utah Division of Oil, Gas and Mining (Division) concurs with the findings of the Bureau of Land Management that the reclamation surety for the referenced mine site can be partially released. Regrading is considered adequate, but vegetation does not yet meet release criteria.

The Division is authorizing letter of credit to be transferred from the Eagle Canyon quarry, M/015/0050, to the Georgia-Pacific Gypsum quarry, M/041/0009, as proposed in an amendment to the letter of credit dated April 23, 2010. In addition, the amount of this letter of credit has been increased from \$37,300.00 to \$122,000.00. The Division will continue to hold Aetna surety bond in the amount of \$73,000.00 as reclamation surety for the Eagle Canyon quarry until all reclamation standards have been met.

This action constitutes a partial release of the reclamation surety for the Eagle Canyon quarry. If in the future you desire a surety reduction, please make application by submitting form MR-SITE available on the Division's web page at www.ogm.utah.gov.

Your letter dated March 29, 2010, and received by the Division April 5, 2010, discusses reduction in the value of a letter of credit issued by Scotiabank. The Division does not have record of this letter of credit. It may be held by the Department of Environmental Quality, Division of Solid and Hazardous Waste, as surety for the class III landfill associated with the processing plant.



Page 2 of 2 Teri Wall M/015/0050 and M/041/0009 January 24, 2011

If you have any questions or concerns regarding this action, please contact Penny Berry, minerals program bond coordinator, at 801-538-5291 or by e mail at bond coordinator@utah.gov. Thank you for your cooperation in completing the reclamation work and adjusting the sureties.

Sincerely,

John R. Baza Director

JRB:ww:pb

cc:

cconrad@blm.gov OAbeyta@blm.gov kanders@blm.gov

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